

Atlas Minerals
Division of Atlas Corporation
Post Office Box 1207
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Phone (801) 259-5131

File #5
Copies to Pam, Tom T.
(general file)

ACT/037/051

JIM

MAR 22 1983

March 17, 1983

Mr. James W. Smith, Jr.
Coordinator
Mined Land Development
Division of Oil, Gas & Mining
Utah Department of Natural Resources & Energy
4241 State Office Building
Salt Lake City, UT 84114

RE: Final Approval of the Atlas
Minerals Mined Land Reclamation
Contract

Dear Mr. Smith:

This correspondence transmits three originals of the "Mined Land Surety Contract" which have been signed and sealed by Mr. Edward R. Farley, Jr., President and Chairman of the Board of Atlas Corporation. We look forward to receiving two of these with the approval of the Board affixed in the near future.

Additionally, pursuant to your letter of January 28, 1983, we do agree to adhere to and comply with Conditions 1-6 as stipulated in your letter. Detailed responses to these Conditions will be forwarded to you within the allotted sixty day time period.

However, the amounts specified in Condition 7 were reviewed with Pamela Grubaugh-Littig of your staff and subsequently revised as shown in her letter dated February 9, 1983. The 1983 figure reflects our current reclamation cost estimate for nineteen of our twenty-one permitted mines in the State of Utah. The other figures include a ten percent escalation factor from the previous year, which we understand is the current procedure used by the Division.

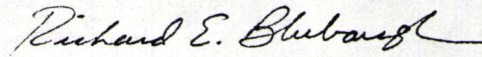
The other two permitted mines are covered by a \$25,000 surety bond with the Board of State Lands and the Division of State Lands and Forestry. This is on record with your Mr. T. Tetting by way of letter from Mr. John Blake dated February 22, 1983.

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DIVISION OF
OIL, GAS & MINING

We will be forwarding our responses to Condition 1-6 in the near future. We look forward to the final approval by the Board and a successful resolution to this matter. Please contact me or R. Broschat at your convenience should you have any questions.

Yours very truly,



Richard E. Blubaugh
Regulatory Affairs Manager

REB/sw

Encl.

cc: R. R. Weaver (w/o enc.)
M. A. Drozd (w/o enc.)
T. L. Wilson (w/o enc.)
R. J. Broschat (w/enc.)
J. Holtkamp, Van Cott, Bagley, Cornwall & McCarthy (w/enc.)